## LEGAL NOTICE

## STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **AUGUST 7**, **2007**, upon the application of **CLAYTON WILLIAMS ENERGY**, **INC.** 

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Lower Cotton Valley Formation, Reservoir C and the Upper Cotton Valley Formation, Reservoir A, in the Ruston Field, Lincoln Parish, Louisiana.

- 1. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate from the Lower Cotton Valley Formation, Reservoir C.
- 2. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate from the Upper Cotton Valley Formation, Reservoir A.
- 3. To force pool and integrate all separately owned tracts, mineral leases, and other property interests within the proposed units, with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To provide that any future wells drilled to the Lower Cotton Valley Formation, Reservoir C or Upper Cotton Valley Formation, Reservoir A, within or outside of the unit created herein, should be located no closer than 660 feet to any unit line and no closer than 1,320' between wells drilling to, completed in, or for which a permit shall have been issued to the Lower Cotton Valley Formation, Reservoir C or Upper Cotton Valley Formation, Reservoir A.
- 5. To permit the downhole combination of the Lower Cotton Valley Formation, Reservoir C and Upper Cotton Valley Formation, Reservoir A, in the wellbore of any well drilled on LCV RC SUA and UCV RA SUA.
- 6. To consider such other matters as may be pertinent.

The Lower Cotton Valley Formation, Reservoir C, as used herein shall be defined as the stratigraphic equivalent of the Lower Cotton Valley Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana, as redefined in Office of Conservation Order No. 370-B-91, effective December 5, 2006, being that gas and condensate bearing sand encountered between the depths of 9,370' and 12,370' (electrical log measurements) in the KCS Resources, Inc. (formerly Union Texas Petroleum Corporation)-Dowling No. 1 Well, located in Section 29, Township 19 North, Range 4 West, Lincoln Parish, Louisiana.

The Upper Cotton Valley Formation, Reservoir A, as used herein shall be defined as the stratigraphic equivalent of the Lower Cotton Valley Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana, as redefined in Office of Conservation Order No. 370-B-7, effective February 18, 1982, being that gas and condensate bearing sand encountered between the depths of 9,152' and 9,370' (electrical log measurements) in the KCS Resources, Inc. (formerly Union Texas Petroleum Corporation)-Dowling No. 1 Well, located in Section 29, Township 19 North, Range 4 West, Lincoln Parish, Louisiana.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. <a href="https://www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm">www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm</a>.

All parties having interest therein shall take notice thereof.

**BY ORDER OF:** 

## JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 6/25/07;6/28/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.